

SECOND REGULAR SESSION

# SENATE BILL NO. 920

98TH GENERAL ASSEMBLY

INTRODUCED BY SENATORS SCHMITT AND KRAUS.

Read 1st time January 14, 2016, and ordered printed.

ADRIANE D. CROUSE, Secretary.

5757S.011

## AN ACT

To repeal section 143.161, RSMo, and to enact in lieu thereof one new section relating to adjustments for dependency exemptions.

*Be it enacted by the General Assembly of the State of Missouri, as follows:*

Section A. Section 143.161, RSMo, is repealed and one new section  
2 enacted in lieu thereof, to be known as section 143.161, to read as follows:

143.161. 1. For all taxable years beginning after December 31, 1997, a  
2 resident may deduct one thousand two hundred dollars, **as adjusted in**  
3 **subsection 4 of this section**, for each dependent for whom such resident is  
4 entitled to a dependency exemption deduction for federal income tax purposes. In  
5 the case of a dependent who has attained sixty-five years of age on or before the  
6 last day of the taxable year, if such dependent resides in the taxpayer's home or  
7 the dependent's own home or if such dependent does not receive Medicaid or state  
8 funding while residing in a facility licensed pursuant to chapter 198, the taxpayer  
9 may deduct an additional one thousand dollars.

10 2. For all taxable years beginning on or after January 1, 1999, a resident  
11 who qualifies as an unmarried head of household or as a surviving spouse for  
12 federal income tax purposes may deduct an additional one thousand four hundred  
13 dollars.

14 3. For all taxable years beginning on or after January 1, 2015, for each  
15 birth for which a certificate of birth resulting in stillbirth has been issued under  
16 section 193.165, a taxpayer may claim the exemption under subsection 1 of this  
17 section only in the taxable year in which the stillbirth occurred, if the child  
18 otherwise would have been a member of the taxpayer's household.

19 4. **For all taxable years beginning on or after January 1, 2016, the**  
20 **dollar amount contained in subsection 1 of this section shall be**

21 increased by an amount equal to such dollar amount, multiplied by the  
22 cost-of-living adjustment. The cost-of-living adjustment for any taxable  
23 year is equal to one thousand two hundred dollars multiplied by the  
24 percentage, if any, by which the Consumer Price Index for the  
25 preceding calendar year exceeds the Consumer Price Index for the  
26 calendar year 2016. The Consumer Price Index for any calendar year  
27 is the average of the Consumer Price Index as of the close of the  
28 twelve-month period ending on August thirty-first of that calendar  
29 year. The term "Consumer Price Index" means the last Consumer Price  
30 Index for All Urban Consumer published by the United States  
31 Department of Labor or any successor agency.

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Bill

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